

# Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other				Local Government Name		County	
Audit Date		Opinion Date		Date Accountant Report Submitted to State:			

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☐ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☐ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☐ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☐ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☐ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☐ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☐ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☐ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☐ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			
Reports on individual federal financial assistance programs (program audits).			
Single Audit Reports (ASLGU).			

Certified Public Accountant (Firm Name)				
Street Address		City	State	ZIP Code
Accountant Signature <i>Siegfried Crandall P.C.</i>			Date	

*Village of Shoreham*  
*Berrien County, Michigan*  
**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**  
*Year ended March 31, 2006*

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## INDEPENDENT AUDITORS' REPORT

Village Council  
Village of Shoreham  
St. Joseph, Michigan

We have audited the accompanying financial statements of the governmental activities, and each major fund of the Village of Shoreham, Michigan, as of March 31, 2006, and for the year then ended, which collectively comprise the Village's basic financial statements, as listed in the contents. These financial statements are the responsibility of the Village of Shoreham, Michigan's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Village of Shoreham, Michigan, as of March 31, 2006, and the respective changes in financial position thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

The budgetary comparison information on pages 15 through 18, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it. The Village has not presented the management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the financial statements.

*Siegfried Crandall P.C.*

May 3, 2006

## **BASIC FINANCIAL STATEMENTS**

**Village of Shoreham**  
**STATEMENT OF NET ASSETS**  
March 31, 2006

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**Governmental  
activities**

**ASSETS**

Current assets:

Cash	\$ 65,556
Investments - U.S. treasury bills	963,833
Receivables, net	<u>33,209</u>

Total current assets 1,062,598

Noncurrent assets:

Capital assets, net of accumulated depreciation	<u>58,592</u>
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Total assets 1,121,190

**LIABILITIES**

Payables	<u>3,175</u>
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**NET ASSETS**

Invested in capital assets	58,592
Unrestricted	<u>1,059,423</u>

Total net assets \$ 1,118,015

See notes to financial statements

**Village of Shoreham**  
**STATEMENT OF ACTIVITIES**  
Year ended March 31, 2006

	<u>Expenses</u>	<u>Program revenues Operating grants and contributions</u>	<u>Net (expenses) revenues and changes in net assets</u>
<b>Functions/Programs</b>			
Governmental activities:			
Legislative	\$ 3,300	\$ -	\$ (3,300)
General government	38,148	-	(38,148)
Public safety	11,015	-	(11,015)
Public works	28,292	43,569	15,277
Recreation and culture	<u>10,576</u>	<u>-</u>	<u>(10,576)</u>
 Total governmental activities	 \$ <u>91,331</u>	 \$ <u>43,569</u>	 <u>(47,762)</u>
 General revenues:			
Taxes			43,479
State grants			58,800
Investment income			36,240
Other			<u>7,220</u>
 Total general revenues			 <u>145,739</u>
 Change in net assets			 97,977
 Net assets - beginning			 <u>1,020,038</u>
 Net assets - ending			 <u>\$ 1,118,015</u>

See notes to financial statements

**Village of Shoreham**  
**BALANCE SHEET - governmental funds**

March 31, 2006

	<u>General</u>	<u>Major Street</u>	<u>Local Street</u>	<u>Total governmental funds</u>
<b>ASSETS</b>				
Cash	\$ 28,264	\$ 17,343	\$ 19,949	\$ 65,556
Investments - U.S. treasury bills	332,706	469,749	161,378	963,833
Receivables:				
Taxes	1,481	-	-	1,481
Accrued interest	5,064	6,544	2,324	13,932
Due from other governmental units	9,799	5,441	2,556	17,796
Total assets	<u>\$ 377,314</u>	<u>\$ 499,077</u>	<u>\$ 186,207</u>	<u>\$ 1,062,598</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Accounts payable	\$ 1,205	\$ 660	\$ 1,310	\$ 3,175
Fund balances:				
Unreserved, undesignated	<u>376,109</u>	<u>498,417</u>	<u>184,897</u>	<u>1,059,423</u>
Total liabilities and fund balances	<u>\$ 377,314</u>	<u>\$ 499,077</u>	<u>\$ 186,207</u>	<u>\$ 1,062,598</u>
Total fund balances - governmental funds				1,059,423
Amounts reported for <i>governmental activities</i> in the statement of net assets (page 4) are different because:				
Capital assets used in <i>governmental activities</i> are not financial resources and, therefore, are not reported in the funds.				<u>58,592</u>
Net assets of <i>governmental activities</i>				<u>\$ 1,118,015</u>

See notes to financial statements



**Village of Shoreham****STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND****BALANCES - governmental funds**

Year ended March 31, 2006

	<u>General</u>	<u>Major Street</u>	<u>Local Street</u>	<u>Total governmental funds</u>
<b>REVENUES</b>				
Taxes	\$ 43,479	\$ -	\$ -	\$ 43,479
State grants	58,800	29,672	13,897	102,369
Interest	12,737	17,458	6,045	36,240
Other	8,320	-	-	8,320
	<u>123,336</u>	<u>47,130</u>	<u>19,942</u>	<u>190,408</u>
<b>EXPENDITURES</b>				
Legislative	3,300	-	-	3,300
General government	36,702	-	-	36,702
Public safety	11,015	-	-	11,015
Public works	10,019	12,322	7,051	29,392
Recreation and culture	7,133	-	-	7,133
	<u>68,169</u>	<u>12,322</u>	<u>7,051</u>	<u>87,542</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>55,167</u>	<u>34,808</u>	<u>12,891</u>	<u>102,866</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfer in	-	-	7,425	7,425
Operating transfer out	-	(7,425)	-	(7,425)
	<u>-</u>	<u>(7,425)</u>	<u>7,425</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	55,167	27,383	20,316	102,866
<b>FUND BALANCES - BEGINNING</b>	<u>320,942</u>	<u>471,034</u>	<u>164,581</u>	<u>956,557</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 376,109</u>	<u>\$ 498,417</u>	<u>\$ 184,897</u>	<u>\$ 1,059,423</u>

See notes to financial statements

**Village of Shoreham**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - *governmental funds* (Continued)**

Year ended March 31, 2006

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Net change in fund balances - total governmental funds (from page 7)	\$ 102,866
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Amounts reported in the statement of activities (page 5) are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets are allocated over their estimated useful lives as depreciation expense. This is the amount of depreciation in the current period.	<u>(4,889)</u>
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Change in net assets	<u>\$ 97,977</u>
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*See notes to financial statements*

**Village of Shoreham**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

The accounting policies of the Village of Shoreham, Michigan (the Village), conform to U.S. generally accepted accounting principles (hereinafter referred to as generally accepted accounting principles) as applicable to governments. The following is a summary of the more significant policies.

*a) Reporting entity:*

The accompanying financial statements present only the Village. There are no component units, entities for which the Village is considered to be financially accountable.

*b) Government-wide and fund financial statements:*

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the Village. The effect of inter-fund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The major individual governmental funds are reported as a separate column in the fund financial statements.

*c) Measurement focus, basis of accounting, and financial statement presentation:*

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available if they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

State grants, licenses and permits, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the government.

**Village of Shoreham**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

c) *Measurement focus, basis of accounting, and financial statement presentation* (continued):

The Village reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the Village, except those required to be accounted for in another fund. Revenues are primarily derived from property taxes and state shared revenue.

The Major Street Fund accounts for the use of motor fuel taxes, which are earmarked by state statute for major street repairs and improvements.

The Local Street Fund accounts for the use of motor fuel taxes, which are earmarked by the state for local street repairs and improvements.

Amounts reported as program revenues include operating grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

d) *Assets, liabilities, and net assets or equity:*

i) *Bank deposits* - Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Pooled interest income is proportionately allocated to all funds.

ii) *Receivables* - In general, outstanding balances between funds are reported as "due to/from other funds." No allowance for uncollectible accounts has been recorded as the Village considers all receivables to be fully collectible.

iii) *Capital assets* - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Governments can elect to account for infrastructure assets either retroactively to June 15, 1980, or prospectively. The Village has elected to account for infrastructure assets prospectively, beginning April 1, 2004.

Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	15 - 60 years
Equipment	3 - 5 years
Vehicles	3 - 5 years
Roads	30 years

**Village of Shoreham**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):**

**d) Assets, liabilities, and net assets or equity (continued):**

iv) *Fund equity* - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

v) *Property tax revenue recognition* - Property taxes are levied as of December 1 on property values assessed as of December 31 of the prior year. The billings are due on or before February 14, after which time the bill becomes delinquent and penalties and interest may be assessed by the Village. Property tax revenue is recognized in the year for which taxes have been levied and become available. The Village levy date is December 1, and, accordingly, the total levy is recognized as revenue in the current year.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:**

*Budgetary information* - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The budget document presents information by fund, function, and department. The legal level of budgetary control adopted by the governing body is the function level. All annual appropriations lapse at the end of the fiscal year. The Village had no budget variations requiring disclosure.

**NOTE 3 - CASH AND INVESTMENTS:**

The Village's total cash and investments are reported as follows:

	<u>Governmental activities</u>
Deposits	\$ 65,556
Investments	<u>963,833</u>
	<u>\$ 1,029,389</u>

Deposits are carried at cost and are maintained at various financial institutions in the name of the Village. State statutes and the Village's investment policy authorize the Village to make deposits in the accounts of federally-insured banks, credit unions, and savings and loan associations. The Village's deposits are in accordance with statutory authority. At March 31, 2006, the Village has deposits with book and bank balances of \$65,556. The entire bank balance is covered by federal depository insurance.

***Village of Shoreham***  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 3 - CASH AND INVESTMENTS (Continued):**

***Investments:***

State statutes authorize the Village to invest in a) obligations of the U.S. Treasury, agencies, and instrumentalities; b) commercial paper, with three (3) highest rate classifications by at least two (2) rating services, maturing not later than 270 days; c) repurchase agreements, collateralized by U.S. governmental securities; d) bankers' acceptances; e) mutual funds; and f) investment pools organized under the local government investment pool act. Not more than 50% of any fund may be invested in commercial paper.

Investments at March 31, 2006, consist of the following:

U.S. government securities	\$ <u>963,833</u>
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The Village's investments are uninsured and unregistered, and are held by the trust department of a financial institution in the Village's name. Investments are carried at cost which approximates fair market value.

**NOTE 4 - RECEIVABLES:**

Receivables as of year end for the Village's individual governmental funds, in the aggregate, are as follows:

<u>Fund</u>	<u>Inter- governmental</u>	<u>Property taxes</u>	<u>Totals</u>
General	\$ 14,863	\$ 1,481	\$ 16,344
Major street	11,985	-	11,985
Local street	<u>4,880</u>	<u>-</u>	<u>4,880</u>
	<u>\$ 31,728</u>	<u>\$ 1,481</u>	<u>\$ 33,209</u>

All receivables are considered fully collectible, and are due within one year.

**Village of Shoreham**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 5 - CAPITAL ASSETS:**

Capital asset activity for the year ended March 31, 2006, was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Governmental activities:				
Capital assets not being depreciated -				
Land	\$ 20,000	\$ -	\$ -	\$ 20,000
Capital assets being depreciated:				
Buildings	43,124	-	-	43,124
Equipment	<u>74,272</u>	<u>-</u>	<u>-</u>	<u>74,272</u>
Subtotal	<u>117,396</u>	<u>-</u>	<u>-</u>	<u>117,396</u>
Less accumulated depreciation for:				
Buildings	11,538	798	-	12,336
Equipment	<u>62,377</u>	<u>4,091</u>	<u>-</u>	<u>66,468</u>
Subtotal	<u>73,915</u>	<u>4,889</u>	<u>-</u>	<u>78,804</u>
Total capital assets, net	<u>43,481</u>	<u>(4,889)</u>	<u>-</u>	<u>38,592</u>
Governmental activities capital assets, net	<u>\$ 63,481</u>	<u>\$ (4,889)</u>	<u>\$ -</u>	<u>\$ 58,592</u>

Depreciation expense was charged to functions of the Village as follows:

Governmental activities:	
General government	\$ 1,446
Recreation and culture	<u>3,443</u>
Total governmental activities	<u>\$ 4,889</u>

***Village of Shoreham***  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 6 - JOINT VENTURE:**

***Village of Shoreham and St. Joseph Township Fire Authority:***

The Village is a member of the Village of Shoreham and St. Joseph Township Fire Authority, which is a joint venture of the Village of Shoreham and the Township of St. Joseph. The administrative board of the Authority consists of members appointed by each participating unit and a member at-large. The Authority was formed to jointly provide fire protection services within the combined service area, which encompasses the participating municipalities. The Village has no equity interest in the Authority; therefore, financial information of the Authority has not been included in the Village's general purpose financial statements.

Costs of operations and capital asset acquisitions of the Authority are supported by contributions from the Village, which contributes a proportionate share of the proposed budget, based on the assessed property values within the Village. During the year ended March 31, 2006, the Village contributed \$10,154 as its proportionate share of the Authority's budgeted costs. Complete audited financial statements for the Authority can be obtained from the Treasurer of the Township of St. Joseph.

**NOTE 7 - RELATED PARTY TRANSACTIONS:**

The Village has a maintenance contract for the Village park and hall from Vernon Shoff, the husband of the Village's Treasurer. The amount paid for the year ended March 31, 2006, was \$7,133.

**NOTE 8 - RISK MANAGEMENT:**

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village has joined together with other local governmental units in the state to form the Michigan Municipal League Insurance Pool (MML), a public entity risk pool currently operating as a common risk management and insurance program for local governmental units within the state. The Village pays an annual premium to MML for all of its separate types of insurance coverage. MML is self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$5,000,000 for each insured event.



## **REQUIRED SUPPLEMENTARY INFORMATION**

**Village of Shoreham****BUDGETARY COMPARISON SCHEDULE - General Fund**

Year ended March 31, 2006

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES</b>				
Taxes				
Current property taxes	\$ 42,000	\$ 38,000	\$ 43,048	\$ 5,048
Tax collection fees	450	375	431	56
Total taxes	<u>42,450</u>	<u>38,375</u>	<u>43,479</u>	<u>5,104</u>
State grants	58,000	60,000	58,800	(1,200)
Interest	4,500	3,000	12,737	9,737
Other	<u>1,600</u>	<u>1,400</u>	<u>8,320</u>	<u>6,920</u>
Total revenues	<u>106,550</u>	<u>102,775</u>	<u>123,336</u>	<u>20,561</u>
<b>EXPENDITURES</b>				
Legislative - Village Council	<u>4,200</u>	<u>3,950</u>	<u>3,300</u>	<u>650</u>
General government:				
Salaries:				
President	1,200	1,200	1,200	-
Clerk	3,225	3,225	3,225	-
Treasurer	3,900	3,700	3,657	43
Assessor	1,200	250	250	-
Election	-	-	200	(200)
Board of appeals	200	200	200	-
Park board chairperson	200	200	-	200
Payroll taxes	-	2,000	943	1,057
Office supplies	2,000	2,000	1,328	672
Office equipment rental	500	500	500	-
Election supplies	-	500	-	500
Legal and auditing	14,500	15,000	11,160	3,840
Trash removal	1,500	2,000	1,072	928
Tax roll preparation	480	475	450	25
Community promotions	1,500	1,000	339	661
Printing and publications	10,000	7,000	978	6,022
Insurance and bonds	6,000	6,000	5,928	72
Utilities - Village hall	1,400	1,375	1,035	340
Building and grounds maintenance	4,500	5,500	3,116	2,384
Administration fee	500	500	-	500
Miscellaneous	4,050	10,550	480	10,070
Association dues	<u>750</u>	<u>750</u>	<u>641</u>	<u>109</u>
Total general government	<u>57,605</u>	<u>63,925</u>	<u>36,702</u>	<u>27,223</u>

**Village of Shoreham****BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)**

Year ended March 31, 2006

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	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>EXPENDITURES (Continued)</b>				
Public safety:				
Police	1,300	1,300	1,300	-
Fire	<u>13,500</u>	<u>13,500</u>	<u>9,715</u>	<u>3,785</u>
Total public safety	<u>14,800</u>	<u>14,800</u>	<u>11,015</u>	<u>3,785</u>
Public works:				
Street lighting	<u>12,000</u>	<u>12,000</u>	<u>10,019</u>	<u>1,981</u>
Recreation and culture:				
Park maintenance	<u>12,000</u>	<u>43,000</u>	<u>7,133</u>	<u>35,867</u>
Total expenditures	<u>100,605</u>	<u>137,675</u>	<u>68,169</u>	<u>69,506</u>
<b>NET CHANGE IN FUND BALANCES</b>	5,945	(34,900)	55,167	90,067
<b>FUND BALANCES - BEGINNING</b>	<u>320,942</u>	<u>320,942</u>	<u>320,942</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 326,887</u>	<u>\$ 286,042</u>	<u>\$ 376,109</u>	<u>\$ 90,067</u>

**Village of Shoreham****BUDGETARY COMPARISON SCHEDULE - Major Street Fund**

Year ended March 31, 2006

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES</b>				
State grant	\$ 31,000	\$ 30,000	\$ 29,672	\$ (328)
Interest	5,000	5,000	17,458	12,458
Other	100	-	-	-
Total revenues	<u>36,100</u>	<u>35,000</u>	<u>47,130</u>	<u>12,130</u>
<b>EXPENDITURES</b>				
Public works:				
Administration	1,600	2,250	1,161	1,089
Routine maintenance	9,000	10,600	10,430	170
Winter maintenance	<u>4,000</u>	<u>2,000</u>	<u>731</u>	<u>1,269</u>
Total expenditures	<u>14,600</u>	<u>14,850</u>	<u>12,322</u>	<u>2,528</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	21,500	20,150	34,808	14,658
<b>OTHER FINANCING USES</b>				
Operating transfer out- Local Street Fund	<u>(8,000)</u>	<u>(7,750)</u>	<u>(7,425)</u>	<u>325</u>
<b>NET CHANGE IN FUND BALANCES</b>	13,500	12,400	27,383	14,983
<b>FUND BALANCES - BEGINNING</b>	<u>471,034</u>	<u>471,034</u>	<u>471,034</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 484,534</u>	<u>\$ 483,434</u>	<u>\$ 498,417</u>	<u>\$ 14,983</u>

**Village of Shoreham****BUDGETARY COMPARISON SCHEDULE - Local Street Fund**

Year ended March 31, 2006

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES</b>				
State grant	\$ 15,000	\$ 14,000	\$ 13,897	\$ (103)
Interest	<u>1,500</u>	<u>1,500</u>	<u>6,045</u>	<u>4,545</u>
Total revenues	<u>16,500</u>	<u>15,500</u>	<u>19,942</u>	<u>4,442</u>
<b>EXPENDITURES</b>				
Public works:				
Administration	1,146	1,800	704	1,096
Routine maintenance	11,800	11,300	2,779	8,521
Winter maintenance	<u>10,000</u>	<u>10,000</u>	<u>3,568</u>	<u>6,432</u>
Total expenditures	<u>22,946</u>	<u>23,100</u>	<u>7,051</u>	<u>16,049</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(6,446)	(7,600)	12,891	20,491
<b>OTHER FINANCING SOURCES</b>				
Operating transfer in- Major Street Fund	<u>7,600</u>	<u>7,600</u>	<u>7,425</u>	<u>(175)</u>
<b>NET CHANGE IN FUND BALANCES</b>	1,154	-	20,316	20,316
<b>FUND BALANCES - BEGINNING</b>	<u>164,581</u>	<u>164,581</u>	<u>164,581</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 165,735</u>	<u>\$ 164,581</u>	<u>\$ 184,897</u>	<u>\$ 20,316</u>